

BEFORE THE TENNESSEE REGULATORY AUTHORITY
AT NASHVILLE, TENNESSEE

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May 26, 2004

IN RE:

UNITED CITIES GAS COMPANY, a
Division of ATMOS ENERGY
CORPORATION INCENTIVE PLAN
ACCOUNT (IPA) AUDIT

DOCKET NO.
01-00704

UNITED CITIES GAS COMPANY, a
Division of ATMOS ENERGY
CORPORATION, PETITION TO AMEND
THE PERFORMANCE BASED
RATEMAKING MECHANISM RIDER

SECOND SUPPLEMENTAL RESPONSES TO ATTORNEY GENERAL'S
INTERROGATORIES AND REQUESTS FOR PRODUCTION SERVED ON THE
TENNESSEE REGULATORY AUTHORITY STAFF

The Staff of the Energy and Water Division of the Tennessee Regulatory Authority ("Staff"), hereby submit the following supplementary responses to the interrogatories and requests for production received by Staff on April 30, 2004:

INTERROGATORIES

4. With respect to each person you expect to call as an expert witness, or provide any form of testimony from, at the June 8, 2004 hearing in this matter, state:

a. their full name and work address;

Response: William H. Novak
460 James Robertson Parkway
Nashville, TN 37243

b. each subject matter about which such witness is expected to testify;

Response: Mr. Novak will testify regarding the nature of the proposed settlement agreement from Staff's perspective, the nature of the proposed amendment to the performance based ratemaking mechanism rider from Staff's perspective, and regarding the reasons each should be approved.

c. the substance of the facts and opinions to which the expert is expected to testify;

Response: Mr. Novak will offer lay testimony in his capacity as a party and expert testimony in his capacity as Chief of the Energy and Water Division of the TRA in support of Staff's positions (which are already a part of the record) regarding the proposed settlement and the effects of approval of the settlement and the amendment to the PBR tariff.

d. a summary of the grounds or basis of each opinion to which such witness is expected to testify; and

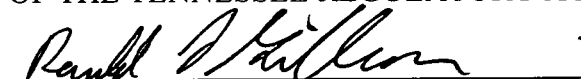
Response: Mr. Novak's opinions are based generally on his experience as a member of the TRA Staff in the formulation and review the PBR tariff and the proposed amendment thereto as well as his industry experience with incentive programs.

e. whether or not the expert has prepared a report, letter of memorandum of his findings, conclusions or opinions.

Response: Mr. Novak has not prepared a report, letter of memorandum of his findings, conclusions or opinions.

Respectfully submitted,

ENERGY AND WATER DIVISION
OF THE TENNESSEE REGULATORY AUTHORITY



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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been served via hand delivery or U.S. Mail, postage prepaid, upon the persons listed below this **26th** day of May, 2004.

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